

the amendment originally came from the Saving and Loans Associations. There were some difficulties the Industrials thought, and that is why I am asking that this amendment to the original amendment be adopted so that there would be a clarification of what is attempting to be done. There is agreement by the Savings and Loans as well as the Industrials and I would move for the adoption of the amendment.

PRESIDENT: Senator Keyes.

SENATOR KEYES: I'd like to ask Senator Stoney a question. Senator Stoney, I haven't studied your amendment and I don't know exactly what it does, but will it protect the investor, that is the first of all?

SENATOR STONEY: Senator Keyes, I think it will protect the investor, because presently in the advertising there is an indication that these accounts are insured by a Federal Agency of the U. S. Government. This is not correct. Although they can obtain insurance for these accounts. This amendment would provide that who ever insures these accounts would be approved by the Department or the Director of Banking here in the State of Nebraska, so I think it will be a benefit to those people that have their funds in Industrial Loan Associations.

SENATOR KEYES: Now when you talk about who ever insures them, now who are we going to permit to insure them or what are we going to do? Will that be five of them get together and say that we will insure the losses of each one of us or how is it going to be done?

SENATOR STONEY: Senator Keyes, I don't think that there is anything in the amendment or the bill that would provide for the insuring agency. I'm sure there are those now that insure these types accounts.

SENATOR KEYES: If the Government insures the banks, and it costs you so much of your investment, you have to invest so much in the Federal Government. What are you going to do? How are we going to insure Industrial Savings and Loans? What are they going to use for insuring? Possibly... I can't see where they are going to get their insurance. Where they are going to get somebody to underwrite them, surely not Lloyd's of London. It would cost them a fortune.

SENATOR STONEY: Senator Keyes, I can't say where the Industrials will go to get the insurance but I know that those sources are available and I believe the safeguard that we have to protect the public that will invest their funds in the Industrials is that the Director of Banking in the State of Nebraska will approve that agency that insures those accounts. So that is the safeguard.

SENATOR KEYES: Well, I just hope we aren't setting up an Industrial Savings and Loan into a position where to get insurance, he is going to be priced out of the market. I see on the sign on one, it says we pay eight percent interest on investments. That's pretty good but I wonder. I am very confused about what we are doing here in this, this last one of yours, and I'll try to get some answers to it but it sure has got me confused right now.

SENATOR STONEY: Thank you, Senator Keyes.